

CITY OF WINCHESTER, KANSAS

REGULATORY BASIS FINANCIAL STATEMENTS
For the year ended December 31, 2017

And

INDEPENDENT AUDITOR'S REPORT

...*KL*...

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CITY OF WINCHESTER, KANSAS

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Karlin & Long, LLC
Certified Public Accountants

The Honorable Mayor and City Council
P.O. Box 123
Winchester, Kansas 66097-0123

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Winchester, Kansas as of and for the year ended December 31, 2017, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Winchester, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Winchester as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

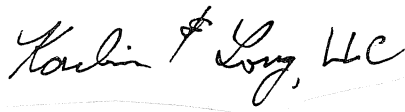
Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Winchester, Kansas as of December 31, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement

and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Karlin & Long, LLC". The signature is written in a cursive, flowing style.

Karlin & Long, LLC
Certified Public Accountants

Lawrence, KS
August 5, 2018

CITY OF WINCHESTER, KANSAS
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General	\$ 106,274	\$ 0	\$ 198,990	\$ 220,765	\$ 84,499	\$ 0	\$ 84,499
Special Purpose Funds							
Library	208	0	14,166	14,374	0	0	0
Special highway	27,538	0	14,196	160	41,574	0	41,574
CDBG Housing Recapture	18,694	0	0	0	18,694	0	18,694
Sidewalk capital improvement	149,361	0	43,500	0	192,861	0	192,861
Building and Maintenance Equipm	64,156	0	7,422	9,500	62,078	0	62,078
Police car equipment reserve	22,184	0	2,000	0	24,184	0	24,184
Water/Sewer Utility reserve	213,263	0	21,000	41,097	193,166	0	193,166
Business Funds:							
Water and Sewer Utility	33,778	0	227,285	221,492	39,571	0	39,571
Total Reporting Entity	\$ 635,456	\$ 0	\$ 528,559	\$ 507,388	\$ 656,627	\$ 0	\$ 656,627
Composition of Cash							
					Checking Accounts		\$ 395,958
					Savings Accounts		131,156
					Petty Cash		300
					Municipal Investment Pool		129,213
					Certificates of Deposit		
					Total Reporting Entity		\$ 656,627

The notes to the financial statements are an integral part of this statement.

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Winchester is a municipal corporation governed by an elected six member council. The City as an entity has been defined to include, on a combined basis, (a) the City of Winchester, Kansas (b) organizations for which the City of Winchester, Kansas is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the City of Winchester, Kansas are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City's component units, the Winchester Housing Authority and the Winchester Public Library, have not been presented in these financial statements.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City for the year 2017:

Governmental Funds

General Fund - The chief operating fund. Used to account for the resources except those required to be accounted for in another fund.

Special Purpose Funds - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long term debt) that are intended for specified purposes.

Business Funds – funds financed in whole or in part by fees charged to users for goods or services (i.e. enterprise and internal service fund etc.)

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

Discretely Presented Component Unit

The city has two component units, the housing authority and the public library. These financial statements exclude the financial data of the discretely presented component units since the city does not appoint a majority of the board members. The component units are therefore reported separately to emphasize that it is legally separate from the City.

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. No budgets amendments were noted for the current year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds: 1) Sidewalk Capital Improvement fund, 2) CDBG Housing Recapture Fund, 3) Police Car Equipment Reserve Fund, and 4) Water/Sewer Utility Reserve Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 – Deposits and Investments

As of December 31, 2017, the City has the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Rating</u>
Kansas Municipal Investment Pool	\$129,213	S&P AAf/S1+

K.S.A. 9-1401 establishes the depositories which may be used by the government. The statute requires banks eligible to hold the government's funds have a main or branch bank in the county in which the government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The government has no other policies that would further limit interest rate risk.

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (Continued)

K.S.A. 12-1675 limits the government's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The government has no investment policy that would further limit its investment choices.

	Risk Category			Carrying Amount	Market Value
	1	2	3		
Investments	-0-	-0-	-0-	-0-	-0-
Kansas Municipal Investment Pool				<u>\$ 129,213</u>	<u>\$ 129,213</u>

Concentration of Credit Risk

State statutes place no limit on the amount the government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. State statutes require the government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were not legally secured at December 31, 2017.

At December 31, 2016, the government's carrying amount of deposits was \$527,414 and the bank balance was \$535,518. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the government's name.

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (Continued)

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

As of December 31, 2017 the Municipality had invested \$129,213 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

NOTE 3 – Defined Benefit Pension Plan

Plan Description – The City of Winchester, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates depending on whether the employee is KPERS 1, KPERS2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to provisions Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on results of each annual actuarial valuation. Kansas

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – Defined Benefit Pension Plan (continued)

sets a limitation on annual increases in the employer contributions rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with the 0% moratorium from the period of January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City of Winchester, Kansas were \$6,233 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the City of Winchester, Kansas' proportionate share of the collective net pension liability reported by KPERS was \$84,503 the net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined was an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The City of Winchester, Kansas' proportion of the net pension liability was based on the ratio of the City of Perry, Kansas' contributions to KPERS, relative to the total employer and non employer contributions to the Local subgroup within KPERS. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actual valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website www.KPERS.org or can be obtained as described above.

NOTE 4 – Risk Management

The City is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the City carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 5 – Compliance with Kansas Statutes

We noted no violations for the period under audit

NOTE 6 – Compensated Absences

Sick leave is available at the rate of one day per month. The maximum amount of sick leave is 60 days. Accrued sick leave is not paid upon termination. Vacation leave is

CITY OF WINCHESTER, KANSAS

NOTES TO FINANCIAL STATEMENTS

NOTE 6 – Compensated Absences

available for full time employees and is based on the number of years of service. One week of vacation is available after one year of service. Two weeks of vacation are available after two years of service. After three years of service, one day per year is added to the two weeks earned. The maximum amount of vacation available is three weeks per year. Payment is made to terminated employees for unused vacation leave. The city has not computed or recorded this potential liability.

NOTE 7 – Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Water/Sewer	Reserve Fund	12-825-d	\$ 21,000
General	Police Car Reserve	12-1,117	2,000
General	Sidewalk Capital Fund	12-1,118	43,500
General	Building and Maint Reserve	12-1,118	5,000
General	Equip Capital Outlay Reserve	12-1,118	1,000

NOTE 8 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

NOTE 9 – Subsequent Events Review

Subsequent events for management's review have been evaluated through August 5, 2018. The date in the prior sentence is the date the financial statements were available to be issued.

Note 10 - Long Term Debt

City of Winchester, Kansas

Regulatory-Required

Supplementary Information

For the year ended December 31, 2017

CITY OF WINCHESTER, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments to Comply with Legal Max</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
<u>Governmental Type Funds</u>						
General Funds						
General	\$ 221,800	0	0	\$ 221,800	\$ 220,765	\$ (1,035)
Special Purpose Funds						
Library	15,000	0	0	15,000	14,374	(626)
Special highway	30,000	0	0	30,000	160	(29,840)
Business Funds						
Water/Sewer utility	232,137	0	0	232,137	221,492	(10,645)

CITY OF WINCHESTER, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 102,302	\$ 109,858	\$ (7,556)
Delinquent tax	1,132	5,000	(3,868)
Motor vehicle tax	17,518	17,415	103
RV tax	316	229	87
16/20M vehicle tax	838	725	113
Watercraft	69	84	(15)
Commercial vehicles	15		15
Franchise fees	33,128	37,000	(3,872)
Sales tax	27,711	25,000	2,711
Licenses, rent, permits	2,304	500	1,804
Tags/Fines/Community center	7,695	6,000	1,695
Interest income	1,477		1,477
Insurance proceeds			0
Miscellaneous revenues	4,485	1,500	2,985
Operating transfers			0
	<u>198,990</u>	<u>203,311</u>	<u>(4,321)</u>
EXPENDITURES			
Personnel services	46,012	47,000	(988)
Law enforcement	24,700	26,000	(1,300)
Employee benefit	14,500	17,500	(3,000)
Lease purchase payments	1,897	4,800	(2,903)
Repairs/Operating/Office expenses	9,640	6,900	2,740
Professional services	25,473	18,000	7,473
Telephone/electricity	13,845	14,850	(1,005)
Streets/Sidewalks	1,202	45,000	(43,798)
Insurance	18,709	18,500	209
Parks/Community center	6,012	10,450	(4,438)
Auto/Publications/Misc.	6,649	6,300	349
Training	626	1,500	(874)
Capital outlay			0
Economic Development		500	
Abatement		2,500	
Operating transfers	51,500	2,000	49,500
Adjustment for qualifying budget credits			0
	<u>220,765</u>	<u>\$ 221,800</u>	<u>\$ 1,965</u>
Receipts Over (Under) Expenditures	(21,775)		
Unencumbered Cash, Beginning	106,274		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 84,499</u>		

CITY OF WINCHESTER, KANSAS
LIBRARY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 11,606	\$ 12,465	\$ (859)
Delinquent tax	145		145
Motor vehicle tax	2,252	2,224	28
RV tax	41	29	12
16/20M vehicle tax	111	92	19
Watercraft	9		9
Commercial vehicle	2		2
Federal grants			0
State aid/grants			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>14,166</u>	<u>14,810</u>	<u>(644)</u>
Total Cash Receipts			
EXPENDITURES			
Appropriation	14,374	15,000	(626)
Capital outlay			0
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>14,374</u>	<u>\$ 15,000</u>	<u>\$ (626)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(208)		
Unencumbered Cash, Beginning	208		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

CITY OF WINCHESTER, KANSAS
SPECIAL HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Intergovernmental revenues	\$ 14,196	\$ 14,060	\$ 136
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>14,196</u>	<u>14,060</u>	<u>136</u>
Total Cash Receipts			
EXPENDITURES			
General government			0
Highways and streets			
Personnel services			0
Commodities			0
Contractual	160	30,000	(29,840)
Capital outlay			0
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>160</u>	<u>\$ 30,000</u>	<u>\$ (29,840)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	14,036		
Unencumbered Cash, Beginning	27,538		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 41,574</u>		

CITY OF WINCHESTER, KANSAS
WATER/SEWER UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Charges for services	\$ 225,076	\$ 219,000	\$ 6,076
Interest income			0
Miscellaneous revenues	2,209		2,209
Operating transfers			0
	<u>227,285</u>	<u>219,000</u>	<u>8,285</u>
Total Cash Receipts			
EXPENDITURES			
Production			
Personnel services	67,460	68,000	(540)
Commodities	17,482	25,615	(8,133)
Contractual	6,008	4,350	1,658
Refuse collection	28,482	28,000	482
Capital outlay			0
Debt service	81,060	85,172	(4,112)
Operating transfers	21,000	21,000	0
Adjustment for qualifying budget credits			0
	<u>221,492</u>	<u>\$ 232,137</u>	<u>\$ (10,645)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	5,793		
Unencumbered Cash, Beginning	33,778		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 39,571</u>		

CITY OF WINCHESTER, KANSAS
 ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017

	<u>CDBG Housing Recapture</u>	<u>Sidewalk Capital Improvement</u>
CASH RECEIPTS		
Federal grants	\$	\$
State aid/grants		
City appropriation		
Charges for services		
Interest income		
Bond Proceeds		
Operating transfers		43,500
	<u>0</u>	<u>43,500</u>
Total Cash Receipts		
EXPENDITURES		
Operations		
Personnel services		
Commodities		
Contractual		
Capital outlay		
Debt service		
Operating transfers		
Adjustment for qualifying budget credits		
	<u>0</u>	<u>0</u>
Total Expenditures		
Receipts Over (Under) Expenditures	0	43,500
Unencumbered Cash, Beginning	18,694	149,361
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>18,694</u></u>	\$ <u><u>192,861</u></u>

CITY OF WINCHESTER, KANSAS
 ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017

	Building and Maintenance Equipment Reserve	Police Car Equipment Reserve	Water/Sewer Utility Reserve
CASH RECEIPTS			
Federal grants	\$	\$	\$
State aid/grants			
City appropriation			
Charges for services			
Interest income			
Miscellaneous revenues	1,422		
Operating transfers	<u>6,000</u>	<u>2,000</u>	<u>21,000</u>
Total Cash Receipts	<u>7,422</u>	<u>2,000</u>	<u>21,000</u>
EXPENDITURES			
Operations			
Personnel services			
Commodities			
Contractual	9,500		
Capital outlay			41,097
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>9,500</u>	<u>0</u>	<u>41,097</u>
Receipts Over (Under) Expenditures	(2,078)	2,000	(20,097)
Unencumbered Cash, Beginning	64,156	22,184	213,263
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>62,078</u></u>	\$ <u><u>24,184</u></u>	\$ <u><u>193,166</u></u>